

STATE BONDING FUND
INVESTMENT PERFORMANCE REPORT AS OF NOVEMBER 30, 2004

	November-04				October-04				September-04				Current	Prior Year	3 Years	5 Years
	Allocation		Month		Allocation		Month		Allocation		Quarter		FYTD	FY04	Ended	Ended
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	6/30/2004	6/30/2004
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
Los Angeles Capital	84,465	2.2%	2.3%	5.56%	80,046	2.1%	2.3%	-0.28%	81,984	2.2%	2.3%	-4.14%	0.90%	N/A	N/A	N/A
Total Structured Growth	84,465	2.2%	2.3%	5.56%	80,046	2.1%	2.3%	-0.28%	81,984	2.2%	2.3%	-4.14%	0.90%	17.58%	-6.28%	-7.85%
Russell 1000 Growth				3.44%				1.56%				-5.23%	-0.44%	17.88%	-3.74%	-6.48%
<i>Structured Value</i>																
LSV	92,838	2.4%	2.3%	6.34%	87,367	2.3%	2.3%	-0.21%	89,406	2.4%	2.3%	3.21%	9.53%	30.56%	9.33%	8.36%
Russell 1000 Value				5.06%				1.66%				1.54%	8.45%	21.13%	2.96%	1.87%
<i>Russell 1000 Enhanced Index</i>																
LA Capital	180,211	4.7%	4.5%	4.95%	171,778	4.6%	4.5%	0.45%	174,651	4.6%	4.5%	-1.68%	3.65%	N/A	N/A	N/A
Russell 1000				4.28%				1.61%				-1.81%	4.04%	N/A	N/A	N/A
<i>S&P 500 Enhanced Index</i>																
Westridge	175,491	4.6%	4.5%	4.05%	168,744	4.5%	4.5%	1.55%	169,705	4.5%	4.5%	-1.99%	3.55%	N/A	N/A	N/A
S&P 500				4.05%				1.53%				-1.87%	3.66%	N/A	N/A	N/A
<i>Index</i>																
State Street	52,823			4.04%	50,773			1.53%	51,081			-1.88%	3.63%	19.01%	-0.75%	-2.28%
Total Index	52,823	1.4%	1.5%	4.04%	50,773	1.4%	1.5%	1.53%	51,081	1.3%	1.5%	-1.88%	3.63%	19.01%	-0.75%	-2.28%
S&P 500				4.05%				1.53%				-1.87%	3.66%	19.11%	-0.70%	-2.21%
TOTAL LARGE CAP DOMESTIC EQUITY	585,827	15.4%	15.0%	4.90%	558,707	14.9%	15.0%	0.67%	566,826	14.9%	15.0%	-1.42%	4.09%	21.46%	0.15%	-1.39%
S&P 500				4.05%				1.53%				-1.87%	3.66%	19.11%	-0.70%	-2.21%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	206,731	5.4%	5.0%	8.16%	191,256	5.1%	5.0%	2.26%	187,008	4.9%	5.0%	-3.60%	6.62%	32.99%	5.51%	N/A
Russell 2000 + 200bp				8.84%				2.14%				-2.36%	8.54%	35.99%	7.90%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	206,731	5.4%	5.0%	8.16%	191,256	5.1%	5.0%	2.26%	187,008	4.9%	5.0%	-3.60%	6.62%	32.99%	5.54%	7.29%
Russell 2000				8.67%				1.97%				-2.86%	7.65%	33.36%	6.24%	6.63%
CONVERTIBLES																
TCW	386,009	10.1%	10.0%	3.80%	371,619	9.9%	10.0%	1.36%	366,600	9.6%	10.0%	-4.35%	0.63%	17.50%	1.03%	3.90%
First Boston Convertible Index				2.91%				0.30%				-1.05%	2.13%	14.16%	4.89%	5.75%
INTERNATIONAL EQUITY																
<i>Large Cap - Active</i>																
Capital Guardian	158,422	4.2%	4.0%	3.77%	302,940	8.1%	8.0%	2.18%	296,674	7.8%	8.0%	-1.77%	4.16%	25.36%	-0.39%	0.54%
LSV	159,228	4.2%	4.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Transition Account	1,817	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Large Cap - Active	319,468	8.4%	8.0%	3.77%	302,940	8.1%	8.0%	2.18%	296,674	7.8%	8.0%	-1.77%	4.16%	25.36%	-0.39%	0.54%
MSCI EAFE - 50% Hedged				4.77%				2.12%				-0.72%	6.22%	26.98%	-1.27%	-2.14%
<i>Small Cap - Value</i>																
Lazard	44,266	1.2%	1.0%	7.10%	41,350	1.1%	1.0%	3.70%	39,858	1.0%	1.0%	0.29%	11.39%	43.30%	N/A	N/A
Citigroup Broad Market Index < \$2BN				7.70%				3.40%				-0.82%	10.45%	47.95%	N/A	N/A
<i>Small Cap - Growth</i>																
Vanguard	42,024	1.1%	1.0%	7.72%	39,039	1.0%	1.0%	3.03%	37,867	1.0%	1.0%	0.49%	11.53%	44.68%	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				7.70%				3.40%				-0.82%	10.45%	47.95%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	405,758	10.7%	10.0%	4.53%	383,330	10.2%	10.0%	2.43%	374,399	9.8%	10.0%	-1.31%	5.67%	29.16%	1.02%	1.39%
MSCI EAFE - 50% Hedged				4.77%				2.12%				-0.72%	6.22%	26.98%	-1.27%	-2.14%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	657,374	17.3%	16.7%	-0.67%	693,813	18.6%	16.7%	0.90%	687,449	18.1%	16.7%	3.52%	3.76%	2.42%	7.77%	8.10%
Lehman Aggregate				-0.80%				0.84%				3.20%	3.23%	0.32%	6.35%	6.95%
<i>Index</i>																
Bank of ND	828,633	21.8%	25.0%	-0.90%	870,700	23.3%	25.0%	0.64%	865,114	22.8%	25.0%	2.54%	2.26%	0.07%	7.10%	7.25%
Lehman Intermediate Gov/Credit (1)				-0.91%				0.67%				2.71%	2.46%	-0.05%	6.97%	7.25%
<i>BBB Average Quality</i>																
Strong	367,325	9.7%	8.3%	-0.67%	389,845	10.4%	8.3%	1.12%	385,414	10.1%	8.3%	4.51%	4.98%	1.18%	N/A	N/A
Lehman US Credit BAA				-0.90%				1.03%				4.76%	4.89%	1.96%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	1,853,332	48.7%	50.0%	-0.77%	1,954,357	52.3%	50.0%	0.83%	1,937,978	51.0%	50.0%	3.27%	3.32%	0.79%	7.00%	7.45%
Lehman Gov/Credit				-1.11%				0.87%				3.56%	3.29%	-0.72%	6.73%	7.10%
CASH EQUIVALENTS																
Bank of ND	368,486	9.7%	10.0%	0.19%	280,736	7.5%	10.0%	0.17%	368,196	9.7%	10.0%	0.44%	0.80%	1.20%	1.72%	3.39%
90 Day T-Bill				0.15%				0.12%				0.37%	0.63%	0.98%	3.30%	
TOTAL BONDING FUND	3,806,143	100.0%	100.0%	1.60%	3,740,005	100.0%	100.0%	1.02%	3,801,006	100.0%	100.0%	0.64%	3.29%	9.88%	4.70%	5.16%
POLICY TARGET BENCHMARK				1.27%				1.01%				1.22%	3.55%	8.00%	4.60%	4.72%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.